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# Alberta Municipal Financing Corporation

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March 10, 1964.

Dear Sir:

In accordance with a resolution passed at an Annual Meeting of The Alberta Municipal Financing Corporation, I am enclosing herewith, copies of the audited Balance Sheet, Statement of Revenue and Expenditure of the Corporation for the year ended December 31, 1963, and a statement showing the classification of debentures purchased in 1963.

Yours truly,

F. G. Stewart

(F. G. Stewart)
General Manager

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# GOVERNMENT OF THE PROVINCE OF ALBERTA

## OFFICE OF THE PROVINCIAL AUDITOR

EDMONTON,

February 24, 1964

Shareholders
Alberta Municipal Financing Corporation

I have audited the books and records of the Alberta Municipal Financing Corporation for the year ended December 31, 1963. The following statements and schedules are submitted herewith:

| Statement | Particulars |
|---|---|
| A. | Balance Sheet |
| B. | Statement of Revenue and Expenditure |

| Schedule | |
|---|---|
| 1. | Schedule of Loans |
| 2. | Schedule of Debenture Debt |

Advances to municipalities secured by debentures, amounted to $275,820,625.11 as detailed on Schedule 1. All securities were examined and found to be in order.

As at December 31, 1963 the net debenture debt, all of which is guaranteed as to principal and interest, amounted to $289,551,069.31 as detailed on Schedule 2. A summary of transactions for the year ended December 31, 1963 is as follows:

| | | | |
|---|---|---|---|
| Net debenture debt as at January 1, 1963 | | | $241,104,974.60 |
| Issued: | | | |
| 5 1/2% | 23 year sinking fund debentures | $25,000,000.00 | |
| 5 1/4% | 22 year sinking fund debentures | 20,000,000.00 | |
| 3 1/2% | 1 year debentures | 15,000,000.00 | |
| 3 1/4% | 1 year debentures | 15,000,000.00 | |
| | | | 75,000,000.00 |
| | | | $316,104,974.60 |
| Redeemed: | | | |
| 3 1/4% | 1 year debentures | $10,000,000.00 | |
| 3% | 1 year debentures | 10,000,000.00 | |
| 4% | demand | 2,000,000.00 | |
| 4 3/4% | 25 year sinking fund debentures | 1,274,000.00 | |
| 4 7/8% | 25 year sinking fund debentures | 718,000.00 | |
| 5% | 25 year sinking fund debentures | 496,000.00 | |
| | | | 24,488,000.00 |
| | | | $291,616,974.60 |
| Deduct: Increase in sinking fund, cash and investments | | | 2,065,905.29 |
| Net debenture debt as at December 31, 1963 | | | $289,551,069.31 |

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I have obtained all the information and explanations I have required and certify that, in my opinion, the attached Balance Sheet and the accompanying Statement of Revenue and Expenditure are properly drawn up so as to show the true financial position of the Alberta Municipal Financing Corporation as at December 31, 1963 and the result of operations for the year ended at that date according to the best of my information and the explanations given to me and as shown by the books of the Corporation.

C. X. [illegible] F.C.A.
Provincial Auditor.

Statement A

# ALBERTA MUNICIPAL FINANCING CORPORATION

## BALANCE SHEET

## AS AT DECEMBER 31, 1963

### ASSETS

| | | |
|---|---|---|
| Cash in bank | $ 222,584.36 | |
| Accrued interest receivable | 5,810,775.10 | |
| Investments: | | |
| Alberta Municipal Financing Corporation 5 1/4% debentures due December 1, 1980 at cost (par value $412,000.00) | 408,293.37 | |
| Canadian Imperial Bank of Commerce term deposits: | | |
| 3.8% due January 15, 1964 | 1,000,000.00 | |
| 3.89% due February 17, 1964 | 1,500,000.00 | |
| 4% due March 16, 1964 | 1,500,000.00 | |
| 4% due May 1, 1964 | 2,500,000.00 | |
| City of Edmonton Treasury Bill 4 1/4% due January 15, 1964 | 500,000.00 | |
| | | $ 13,441,652.83 |
| Loans to municipalities, cities, towns and villages as per Schedule 1 | | 275,820,625.11 |
| Office equipment at nominal value | | 1.00 |
| Deferred charges: | | |
| Unamortized debenture discount | $4,017,785.69 | |
| Unamortized exchange on United States funds, net | 720,081.00 | |
| | | 4,737,866.69 |
| | | $294,000,145.63 |

### LIABILITIES

| | | |
|---|---|---|
| Matured debentures and coupons | $ 682,285.50 | |
| Less: Cash provided for redemption | 682,285.50 | |
| Accounts payable | | $ 3,511.80 |
| Accrued interest payable | | 2,279,269.89 |
| Debenture debt as per Schedule 2 | $293,529,000.00 | |
| Deduct: Sinking fund, cash and investments | 3,977,930.69 | |
| | | 289,551,069.31 |
| Share capital: | | |
| Authorized: | | |
| 3,000 class A shares with a par value of $10.00 each. Issue restricted to the Provincial Treasurer | $30,000.00 | |
| 1,000 class B shares with a par value of $10.00 each. Issue restricted to municipalities | 10,000.00 | |
| 500 class C shares with a par value of $10.00 each. Issue restricted to cities | 5,000.00 | |
| 500 class D shares with a par value of $10.00 each. Issue restricted to towns and villages | 5,000.00 | |
| 5,000 | $50,000.00 | |
| *Issued and fully paid: | | |
| 3,000 class A shares | $30,000.00 | |
| 826 class B shares | 8,260.00 | |
| 419 class C shares | 4,190.00 | |
| 285 class D shares | 2,850.00 | |
| | | 45,300.00 |
| Accumulated surplus: | | |
| As at January 1, 1963 | $1,544,909.43 | |
| Add: Surplus for the year ended December 31, 1963 | 576,085.20 | |
| | | 2,120,994.63 |
| | | $294,000,145.63 |

* 48 class B shares were issued and 2 were redeemed during the year
7 class D shares were issued and 5 were redeemed during the year

This is the Balance Sheet referred to in my report addressed to the Shareholders dated February 24, 1964.

C. H. [illegible] F.C.A.
Provincial Auditor.

Statement B

# ALBERTA MUNICIPAL FINANCING CORPORATION

## STATEMENT OF REVENUE AND EXPENDITURE

## FOR THE YEAR ENDED DECEMBER 31, 1963

### REVENUE

| | |
|---|---|
| Interest on loans to municipalities, cities, towns and villages | $13,907,077.72 |
| Interest on investments | 378,736.78 |
| Bank interest, net | 3,881.15 |
| | $14,289,695.65 |

### EXPENDITURE

| | |
|---|---|
| Interest on debentures | $12,489,156.94 |
| Premium on United States funds, net | 615,919.07 |
| Amortization of debenture discount | 484,137.34 |
| Amortization of exchange on United States funds, net | 63,189.92 |
| Administration expense | 22,907.00 |
| Debenture issue expense | 21,639.30 |
| Debt service charges | 10,405.31 |
| Directors' and officers' expenses and fees | 5,102.55 |
| Printing, stationery and office supplies | 1,153.02 |
| | $13,713,610.45 |
| Surplus for the year ended December 31, 1963 | $ 576,085.20 |

Schedule 1

# ALBERTA MUNICIPAL FINANCING CORPORATION

## SCHEDULE OF LOANS

## TO DECEMBER 31, 1963

| | Authorized and Loaned | Repayments | Principal Outstanding Dec. 31, 1963 |
|---|---|---|---|
| Cities: | | | |
| Calgary | $ 64,459,147.00 | $ 9,896,035.43 | $ 54,563,111.57 |
| Camrose | 1,073,500.00 | 102,376.36 | 971,123.64 |
| Drumheller | 316,200.00 | 22,174.47 | 294,025.53 |
| Edmonton | 97,258,500.00 | 9,533,325.86 | 87,725,174.14 |
| Grande Prairie | 2,956,500.00 | 294,912.57 | 2,661,587.43 |
| Lethbridge | 7,105,100.00 | 1,043,464.12 | 6,061,635.88 |
| Lloydminster | 892,000.00 | 98,449.75 | 793,550.25 |
| Medicine Hat | 2,382,792.00 | 171,882.54 | 2,210,909.46 |
| Red Deer | 4,505,951.00 | 386,158.15 | 4,119,792.85 |
| Wetaskiwin | 955,220.00 | 150,570.36 | 804,649.64 |
| | $181,904,910.00 | $21,699,349.61 | $160,205,560.39 |
| Towns (77) | $ 21,924,714.35 | $ 2,298,184.16 | $ 19,626,530.19 |
| Villages (79) | $ 6,073,232.00 | $ 480,819.44 | $ 5,592,412.56 |
| Counties (17) | $ 7,727,700.00 | $ 640,887.64 | $ 7,086,812.36 |
| Municipal Districts (5) | $ 1,043,801.00 | $ 273,107.94 | $ 770,693.06 |
| Improvement Districts (7) | $ 215,400.00 | $ 45,207.87 | $ 170,192.13 |
| Special Areas (1) | $ 9,700.00 | $ 5,273.85 | $ 4,426.15 |
| Hospital Districts (28) | $ 9,590,171.00 | $ 401,332.73 | $ 9,188,838.27 |
| School Districts and Divisions (123) | $ 80,226,500.00 | $ 7,051,340.00 | $ 73,175,160.00 |
| | $308,716,128.35 | $32,895,503.24 | $275,820,625.11 |

Schedule 2

# ALBERTA MUNICIPAL FINANCING CORPORATION

## SCHEDULE OF NET DEBENTURE DEBT

## AS AT DECEMBER 31, 1963

| Date of Issue | Maturity Date | Interest Rate | Currency | Original Issue | Amount Outstanding | Deduct: Sinking Fund, Cash and Investments | Net Debenture Debt |
|---|---|---|---|---|---|---|---|
| July 2, 1957 | Demand | 4% | Canadian | $ 30,000,000.00 | $ 30,000,000.00 | $ | $ 30,000,000.00 |
| September 3, 1957 | Demand | 4% | Canadian | 5,000,000.00 | 2,000,000.00 | | 2,000,000.00 |
| April 1, 1963 | April 1, 1964 | 3 1/2% | Canadian | 15,000,000.00 | 15,000,000.00 | | 15,000,000.00 |
| December 2, 1963 | December 2, 1964 | 3 1/4% | Canadian | 15,000,000.00 | 15,000,000.00 | | 15,000,000.00 |
| December 1, 1960 | December 1, 1980 | 5 1/4% | Canadian | 12,000,000.00 | 12,000,000.00 | 1,152,110.28 | 10,847,889.72 |
| April 1, 1961 | April 1, 1983 | 5 1/2% | Canadian | 21,000,000.00 | 21,000,000.00 | 1,240,415.58 | 19,759,584.42 |
| December 1, 1961 | December 1, 1983 | 5 1/4% | Canadian | 20,000,000.00 | 20,000,000.00 | 1,154,074.03 | 18,845,925.97 |
| April 16, 1962 | April 16, 1984 | 5 1/4% | Canadian | 15,000,000.00 | 15,000,000.00 | 431,330.80 | 14,568,669.20 |
| May 15, 1959 | May 15, 1984 | 4 3/4% | United States | 50,000,000.00 | 46,350,000.00 | | 46,350,000.00 |
| December 15, 1959 | December 15, 1984 | 5% | United States | 20,000,000.00 | 18,582,000.00 | | 18,582,000.00 |
| May 15, 1963 | May 15, 1985 | 5 1/4% | Canadian | 20,000,000.00 | 20,000,000.00 | | 20,000,000.00 |
| June 15, 1960 | June 15, 1985 | 4 7/8% | United States | 30,000,000.00 | 28,597,000.00 | | 28,597,000.00 |
| November 1, 1963 | November 1, 1986 | 5 1/2% | Canadian | 25,000,000.00 | 25,000,000.00 | | 25,000,000.00 |
| November 15, 1962 | November 15, 1987 | 5% | United States | 25,000,000.00 | 25,000,000.00 | | 25,000,000.00 |
| | | | | $303,000,000.00 | $293,529,000.00 | $3,977,930.69 | $289,551,069.31 |

## ALBERTA MUNICIPAL FINANCING CORPORATION

### Analysis of Debenture Purchases for 1963

| | CITIES | TOWNS | VILLAGES | COUNTIES & MUN. DIST. | MUNICIPAL & AUXILIARY HOSPITALS | SCHOOL DIVISION & DISTRICTS | TOTAL |
|---|---|---|---|---|---|---|---|
| Sewer & Water | $ 3,939,056 | $2,632,026 | $816,974 | $ 24,791 | $ - | $ - | $ 7,412,847 |
| Roads & Bridges | 8,687,617 | 489,850 | 7,500 | - | - | - | 9,184,967 |
| Curbs, Gutters & Sidewalks | 2,016,347 | 474,282 | 2,300 | - | - | - | 2,492,929 |
| Land & Municipal Buildings | 634,100 | 244,300 | 107,000 | 228,000 | - | - | 1,213,400 |
| Equipment & Machinery | 203,400 | - | - | - | - | - | 203,400 |
| Utilities | 7,019,400 | - | - | - | - | - | 7,019,400 |
| Parks & Recreation | 1,695,300 | 91,100 | - | - | - | - | 1,786,400 |
| Hospitals | - | - | - | - | 2,374,208 | - | 2,374,208 |
| Schools | - | - | - | 3,564,100 | - | 20,616,000 | 24,180,100 |
| | $24,195,220 | $3,931,558 | $933,774 | $3,816,891 | $2,374,208 | $20,616,000 | $55,867,651 |